

Senate File 364

H-1115

1 Amend Senate File 364, as passed by the Senate, as follows:

2 1. Page 1, before line 1 by inserting:

3 <Section 1. Section 422.7, subsection 62, Code 2021, is
4 amended to read as follows:

5 62. a. Subtract, to the extent included, the amount of
6 any financial assistance qualifying COVID-19 grant provided to
7 an eligible small issued to an individual or business by the
8 economic development authority under the Iowa small business
9 relief grant program created during calendar year 2020 to
10 provide financial assistance to eligible small businesses
11 economically impacted by the COVID-19 pandemic, the Iowa
12 finance authority, or the department of agriculture and land
13 stewardship.

14 b. For purposes of this subsection, "qualifying COVID-19
15 grant" includes any grant identified by the department by rule
16 that was issued under a grant program administered by the
17 economic development authority, Iowa finance authority, or
18 the department of agriculture and land stewardship to provide
19 financial assistance to individuals and businesses economically
20 impacted by the COVID-19 pandemic.

21 c. The economic development authority, Iowa finance
22 authority, or the department of agriculture and land
23 stewardship shall notify the department of any COVID-19 grant
24 program that may qualify under this subsection in the manner
25 and form prescribed by the department.

26 d. This subsection is repealed January 1, 2024, and does not
27 apply to tax years beginning on or after that date.

28 Sec. _____. Section 422.7, Code 2021, is amended by adding the
29 following new subsection:

30 NEW SUBSECTION. 63. a. Notwithstanding any other provision
31 of the law to the contrary, subtract to the extent included the
32 amount of federal pandemic unemployment compensation received
33 pursuant to the federal Coronavirus Aid, Relief, and Economic
34 Security Act, Pub. L. No. 116-36, §2104(b)(1)(B).

35 b. This subsection is repealed January 1, 2026.

1 Sec. _____. Section 422.35, subsection 30, Code 2021, is
2 amended to read as follows:

3 30. a. Subtract, to the extent included, the amount of
4 any financial assistance qualifying COVID-19 grant provided
5 to an eligible small issued to a business by the economic
6 development authority under the Iowa small business relief
7 grant program created during calendar year 2020 to provide
8 financial assistance to eligible small businesses economically
9 impacted by the COVID-19 pandemic, the Iowa finance authority,
10 or the department of agriculture and land stewardship.

11 b. For purposes of this subsection, "qualifying COVID-19
12 grant" includes any grant identified by the department by rule
13 that was issued under a grant program administered by the
14 economic development authority, Iowa finance authority, or
15 the department of agriculture and land stewardship to provide
16 financial assistance to businesses economically impacted by the
17 COVID-19 pandemic.

18 c. The economic development authority, Iowa finance
19 authority, or the department of agriculture and land
20 stewardship shall notify the department of any COVID-19 grant
21 program that may qualify under this subsection in the manner
22 and form prescribed by the department.

23 d. This subsection is repealed January 1, 2024, and does not
24 apply to tax years beginning on or after that date.>

25 2. Page 1, line 4, by striking <§278(a)> and inserting
26 <§278>

27 3. Page 1, after line 9 by inserting:

28 <Sec. _____. RETROACTIVE APPLICABILITY. The following apply
29 retroactively to March 23, 2020, for tax years ending on or
30 after that date:

31 1. The section of this Act amending section 422.7,
32 subsection 62.

33 2. The section of this Act amending section 422.35.

34 Sec. _____. RETROACTIVE APPLICABILITY. The following applies
35 retroactively to January 1, 2020, for the tax year beginning on

1 or after that date but before January 1, 2021:

2 The section of this Act enacting section 422.7, subsection
3 63.>

4 4. Title page, by striking lines 1 through 3 and inserting
5 <An Act relating to pandemic relief by excluding certain
6 COVID-19 related grants from the individual and corporate
7 income taxes, allowing certain deductions relating to the
8 paycheck protection program loan forgiveness, excluding certain
9 federal pandemic unemployment compensation from the individual
10 income tax, and including effective date and retroactive
11 applicability provisions.>

12 5. By renumbering as necessary.

COMMITTEE ON WAYS AND MEANS

HEIN of Jones, Chairperson